


**STATE OF UTAH**  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT



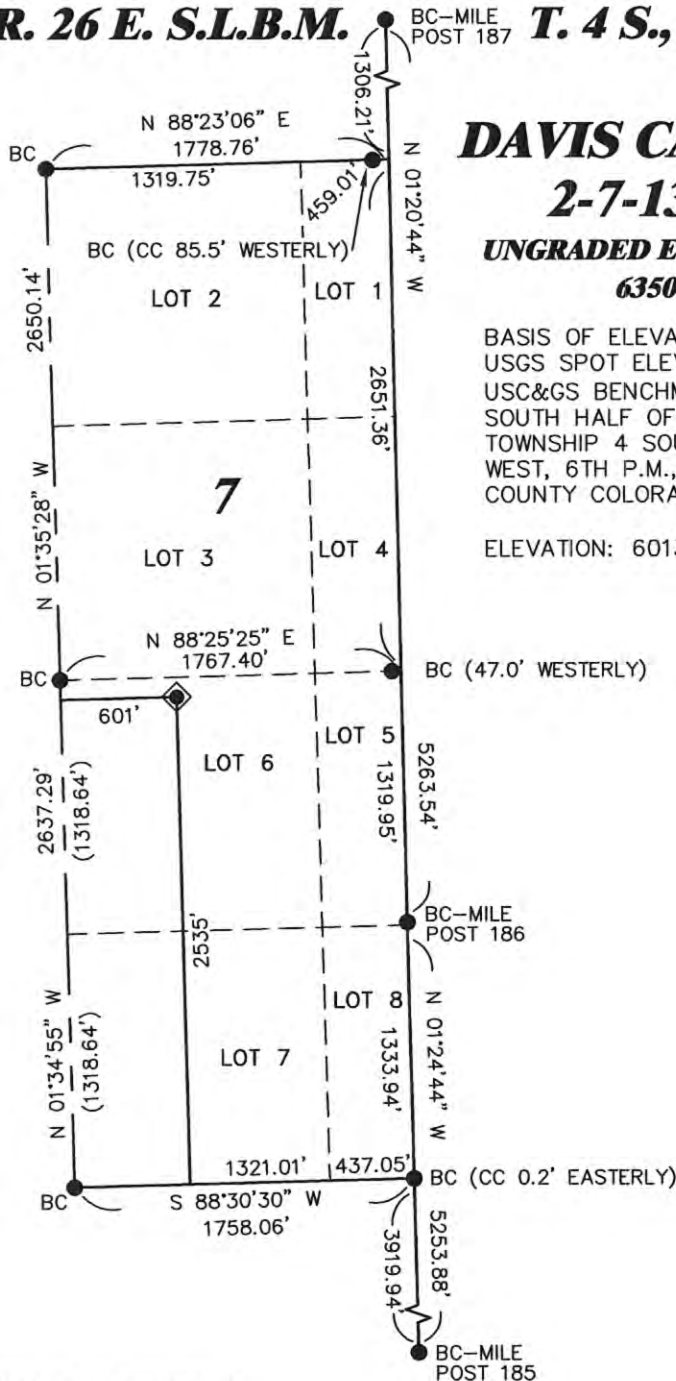
<b>APPLICATION FOR PERMIT TO DRILL</b>						1. WELL NAME and NUMBER Davis Canyon 2-7-13-26							
2. TYPE OF WORK DRILL NEW WELL <input checked="" type="checkbox"/> REENTER P&A WELL <input type="checkbox"/> DEEPEN WELL <input type="checkbox"/>						3. FIELD OR WILDCAT DAVIS CANYON							
4. TYPE OF WELL Gas Well Coalbed Methane Well: NO						5. UNIT or COMMUNITIZATION AGREEMENT NAME DISPLACEMENT POINT							
6. NAME OF OPERATOR FOUNDATION ENERGY MANAGEMENT, LLC						7. OPERATOR PHONE 918 585-1650 212							
8. ADDRESS OF OPERATOR 16000 N Dallas Parkway Ste 875, Dallas, TX, 75248						9. OPERATOR E-MAIL reisterhold@foundationenergy.com							
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE) UTU59005			11. MINERAL OWNERSHIP FEDERAL <input checked="" type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>			12. SURFACE OWNERSHIP FEDERAL <input checked="" type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>							
13. NAME OF SURFACE OWNER (if box 12 = 'fee')						14. SURFACE OWNER PHONE (if box 12 = 'fee')							
15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee')						16. SURFACE OWNER E-MAIL (if box 12 = 'fee')							
17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')			18. INTEND TO COMMINGLE PRODUCTION FROM MULTIPLE FORMATIONS YES <input type="checkbox"/> (Submit Commingling Application) NO <input checked="" type="checkbox"/>			19. SLANT VERTICAL <input checked="" type="checkbox"/> DIRECTIONAL <input type="checkbox"/> HORIZONTAL <input type="checkbox"/>							
20. LOCATION OF WELL		FOOTAGES		QTR-QTR		SECTION		TOWNSHIP		RANGE		MERIDIAN	
LOCATION AT SURFACE		2535 FSL 601 FWL		NWSW		7		13.0 S		26.0 E		S	
Top of Uppermost Producing Zone		2535 FSL 601 FWL		NWSW		7		13.0 S		26.0 E		S	
At Total Depth		2535 FSL 601 FWL		NWSW		7		13.0 S		26.0 E		S	
21. COUNTY UINTAH			22. DISTANCE TO NEAREST LEASE LINE (Feet) 601			23. NUMBER OF ACRES IN DRILLING UNIT 209							
			25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed) 1470			26. PROPOSED DEPTH MD: 4388 TVD: 4388							
27. ELEVATION - GROUND LEVEL 6350			28. BOND NUMBER COB000356			29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE Ouray Municipal Water Plant							
<b>Hole, Casing, and Cement Information</b>													
String	Hole Size	Casing Size	Length	Weight	Grade & Thread	Max Mud Wt.	Cement	Sacks	Yield	Weight			
SURF	12.25	8.625	0 - 500	24.0	J-55 ST&C	0.0	Class G	205	1.15	15.8			
PROD	7.875	4.5	0 - 4388	11.6	J-55 LT&C	7.0	Unknown	585	1.99	12.3			
							Unknown	330	1.77	12.8			
<b>ATTACHMENTS</b>													
<b>VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES</b>													
<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER						<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN							
<input type="checkbox"/> AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)						<input type="checkbox"/> FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER							
<input type="checkbox"/> DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)						<input checked="" type="checkbox"/> TOPOGRAPHICAL MAP							
NAME Andrea J. Gross				TITLE Project Coordinator				PHONE 303 942-0506					
SIGNATURE				DATE 06/05/2013				EMAIL agross@upstreampm.com					
API NUMBER ASSIGNED 43047538430000				APPROVAL   Permit Manager									

**T. 13 S., R. 26 E. S.L.B.M.**

BC-MILE  
POST 187

**T. 4 S., R. 104 W. 6th P.M.**

UINTAH COUNTY  
UTAH



## DAVIS CANYON 2-7-13-26

**UNGRADED ELEVATION:**  
**6350.3**

BASIS OF ELEVATION:  
USGS SPOT ELEVATION ON FOUND  
USC&GS BENCHMARK "A37" IN THE  
SOUTH HALF OF SECTION 35,  
TOWNSHIP 4 SOUTH, RANGE 104  
WEST, 6TH P.M., RIO BLANCO  
COUNTY COLORADO.

ELEVATION: 6013'

RIO BLANCO COUNTY  
COLORADO



UTAH SPC  
CENTRAL ZONE  
GRID NORTH

SCALE 1" = 1000'  
500' 0 1000'

**LATITUDE (NAD 83)**  
NORTH 39.701020 DEG.  
**LONGITUDE (NAD 83)**  
WEST 109.055408 DEG.

**LATITUDE (NAD 27)**  
NORTH 39.701048 DEG.  
**LONGITUDE (NAD 27)**  
WEST 109.054744 DEG.

**NORTHING (NAD 27)**  
507560.524

**EASTING (NAD 27)**  
2687912.95

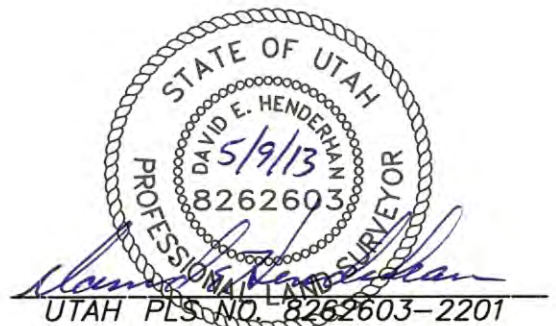
**BASIS OF BEARINGS**  
THE BASIS OF BEARINGS  
FOR THIS PLAT IS THE  
EAST LINE OF THE  
SOUTHEAST QUARTER OF  
SECTION 12, T 13 S,  
R 25 E, SALT LAKE  
BASE AND MERIDIAN,  
MONUMENTED WITH  
BRASS CAPS AND  
BEARING N 01°34'55" W.

### SURVEYOR'S STATEMENT

I, DAVID E. HENDERHAN, OF GRAND JUNCTION, COLORADO, HEREBY STATE: THIS MAP WAS MADE FROM NOTES TAKEN DURING AN ACTUAL FIELD SURVEY DONE UNDER MY DIRECT SUPERVISION ON THE 6th DAY OF MAY, 2013 AND THAT THIS PLAT CORRECTLY SHOWS THE LOCATION OF DAVIS CANYON 2-7-13-26 AS STAKED ON THE GROUND.

### LEGEND

- ◆ WELL LOCATION
- FOUND MONUMENT



**DRG** RIFFIN & ASSOCIATES, INC.  
(307) 362-5028 1414 ELK ST., ROCK SPRINGS, WY 82901

DRAWN: 10/24/12 - RAS

SCALE: 1" = 1000'

REVISED: 5/9/2013 - RAS

DRG JOB No. 19591

MOVED PAD

EXHIBIT 1

### PLAT OF DRILLING LOCATION FOR FOUNDATION ENERGY MANAGEMENT

**2535' F/SL, & 601' F/WL, LOT 6, SECTION 7,  
T. 13 S., R. 26 E., S.L.B.M.,  
UINTAH COUNTY, UTAH**